

DAILY MARKETS OVERVIEW

7 OCTOBER 2019

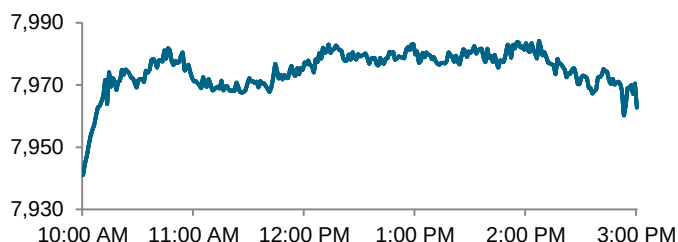
السوق الفرنسي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,963	0.5	0.5	1.7	19.6
Saudi (NOMU)	4,064	2.3	2.3	61.2	22.0
Energy	5,309	2.8	2.8	9.5	42.5
Materials	4,914	0.6	0.6	-6.4	24.3
Capital Goods	3,919	0.3	0.3	0.5	32.8
Com. & Prof. Svc	4,306	1.5	1.5	4.1	19.1
Transportation	4,176	2.3	2.3	20.1	20.4
Cons. Durables & Apparel	3,449	0.4	0.4	-5.9	NA
Consumer Services	3,657	1.6	1.6	24.1	NA
Media	8,975	-1.8	-1.8	-11.8	39.6
Retailing	7,436	0.8	0.8	8.3	35.1
Food & Staples Retailing	6,482	1.1	1.1	9.0	30.8
Food & Beverages	4,022	0.6	0.6	3.4	NA
Health Care Equipment	3,801	0.8	0.8	1.2	27.4
Pharma, Biotech & Life Science	3,476	1.9	1.9	-10.4	NA
Banks	7,343	0.1	0.1	1.8	12.8
Diversified Financials	3,366	0.7	0.7	-3.2	NA
Insurance	4,378	1.0	1.0	4.9	NA
Telecommunication	6,607	1.2	1.2	22.2	20.6
Utilities	4,457	-0.6	-0.6	32.3	NA
REITs	3,858	0.5	0.5	6.5	22.6
Real Estate	3,212	1.5	1.5	-0.4	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Nama Chemicals Co.	20.52	10.0%	27
AXA Cooperative Insurance Co.	26.00	5.7%	16
Saudi Arabia Refineries Co.	47.50	4.9%	59
The National Shipping Co of Saudi Arabia	31.80	4.8%	147
Buruj Cooperative Insurance Co.	19.68	4.2%	13

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Gulf General Cooperative Insurance Co.	7-Oct-19
Dallah Healthcare Co.	9-Oct-19
Amana Cooperative Insurance Co.	23-Oct-19
Aseer Trading, Tourism and Manufacturing Co.	23-Oct-19
Wafrah for Industry and Development Co.	24-Oct-19
Jazan Energy and Development Co.	27-Oct-19

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 7, 2019

(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.5% higher at 7,963 while NOMU ended 2.3% higher at 4,064 on Sunday. TASI traded value totaled SAR 2.6bn and averaged SAR 3.1bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 31.0% of the daily traded value.
- MSCI Emerging Markets was closed for trading on Sunday.
- Banks and Materials gained 0.1% and 0.6%, respectively. Telecom increased 1.2%. Energy (up 2.8%) was the best performing sector. Among stocks, Nama Chemicals Co. (2210/NAMA AB), AXA Cooperative Insurance Co. (8250/AXA AB), and Saudi Arabia Refineries Co. (2030/SARCO AB) led the gainers.
- Mobile Telecommunications Co. Saudi Arabia (7030/ZAINKSA AB) said that it has deployed 5G services in KSA, launching the first phase of the services. The firm added that the first phase will cover 20 cities across the country through 2,000 telecommunications towers. (Source: Argam)
- The National Shipping Co of Saudi Arabia (4030/NSCSA AB) received approval from the Ministry of Defense (MoD) to renew a transport and shipping services contract for one year until September 9, 2020. The contract value will be increased by 10% to a total of SAR 422mn (USD 112mn). (Source: Argam)
- Saudi Advanced Industries Co. (2120/SAIC AB) has extended a memorandum of understanding (MoU) with Saudi Arabian Military Industries Company (SAMI) to sell a 10% stake in Alsalam Aerospace for SAR 100mn (USD 26.7mn). The MoU was extended for six months until April 10, 2020. (Source: Argam)
- Saudi Arabian Amiantit Co. (2160/SAAC AB) BoD recommended a capital hike through a SAR 300mn (USD 80mn) rights issue. The capital hike aims to boost solvency margin through restructuring. (Source: Argam)
- Ataa Educational Co. (4292/ATAA AB) signed a non-binding memorandum of understanding (MoU) with Abdullah bin Abdulrahman Alhamdan & Sons to acquire its Al Enaya Schools in Riyadh. The two parties have also agreed on the initial assessment of the acquisition. The final value will be announced upon the completion of due diligence. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Automotive Services Co.	25.50	-2.7%	91
Saudi Research and Marketing Group	73.40	-1.9%	17
SEDCO Capital REIT Fund	8.28	-1.4%	2
Saudi Industrial Export Co.	64.40	-1.2%	9
Saudi Fisheries Co.	45.50	-1.1%	7

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Alinma Bank	21.82	-0.1%	178
Saudi Telecom Co.	105.00	0.8%	174
Saudi Basic Industries Corp.	91.30	0.1%	166
Al Rajhi Bank	61.70	0.3%	152
The National Shipping Co of Saudi Arabia	31.80	4.8%	147

Source: Tadawul

DAILY MARKETS OVERVIEW

7 OCTOBER 2019

السوق الفرنسي كابتال
Saudi Fransi Capital
Distinguished Service, Outstanding Performance



GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,781	0.7	0.7	9.9	11.7
Abu Dhabi (ADX)	5,036	0.2	0.2	2.5	15.1
Kuwait (KSE)	5,351	0.2	0.2	3.2	17.0
Qatar (QE)	10,314	0.0	0.0	0.1	14.8
Oman (MSM)	4,027	0.0	0.0	-6.9	8.2
Bahrain (BSE)	1,512	0.0	0.0	13.1	11.3
DJMENA Index	573	0.3	0.3	3.0	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,952	1.4	-0.3	17.8	19.4
US (NASDAQ 100)	7,982	1.4	0.5	20.3	22.4
UK (FTSE 100)	7,155	1.1	-3.6	6.4	17.4
Germany (DAX)	12,013	0.7	-3.0	13.8	NA
France (CAC 40)	5,488	0.9	-2.7	16.0	18.8
Russia (MICEX)	2,693	-0.6	-2.4	13.6	5.6
Japan (Nikkei)	21,410	0.3	-2.1	7.0	15.3
Hong Kong (HSI)	25,821	-1.1	-0.5	-0.1	10.1
South Korea (KOSPI)	2,021	-0.6	-1.4	-1.0	NA
China (SHCOMP)	2,905	0.0	-0.9	16.5	NA
India (NIFTY)	11,175	-1.2	-2.9	2.9	24.0
Brazil (IBOV)	1,02,551	1.0	-2.4	16.7	15.9
Turkey (BIST 100)	1,03,464	0.7	-1.6	13.4	8.2
Egypt (EGX30)	14,218	0.0	2.6	9.1	11.8
MSCI Emerging Markets	997	0.4	-0.5	3.2	13.3
MSCI World	2,154	1.1	-1.0	14.3	18.4

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	58.4	1.1	-5.7	8.5	-31.0
Natural Gas (\$/mmbtu)	2.4	0.9	-2.2	-20.1	-15.2
Gold (\$/oz)	1,505	0.0	0.5	17.3	25.4
Silver (\$/oz)	17.5	-0.1	0.0	13.2	20.3
Platinum (\$/oz)	880	-1.0	-5.5	10.6	6.7
Copper (\$/t)	5,608	-0.4	-2.2	-5.7	-10.8
Zinc (\$/t)	2,337	0.0	-0.6	-7.2	-12.9
Lead (\$/mt)	2,147	2.4	3.8	6.9	6.3
Wheat (\$/bu)	491	0.4	0.7	-2.5	-16.0
Corn (\$/bu)	385	-1.0	3.6	2.6	-3.9
Sugar (\$/lb)	12.8	0.2	1.1	6.1	-5.3

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.03	-0.02	-0.78	0.00
Saudi Arabia	2.34	-0.01	-0.64	0.31
UAE	2.29	0.00	-0.55	0.26
Kuwait	2.88	0.00	0.56	0.85
Qatar	2.60	0.03	-0.31	0.57
Bahrain	3.02	0.00	-0.93	0.99

Source: Reuters

NOTES: (1) Prices updated as of October 7, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- Global markets were closed for trading on Sunday.
- Asian markets are trading mostly higher except Japan on Monday. China and Hong Kong are closed for trading. Japan is down 0.2% while South Korea and India are trading 0.1% and 0.4% higher, respectively.
- GCC markets ended mixed on Sunday. Dubai and Abu Dhabi ended 0.7% and 0.2% higher, respectively. Kuwait gained 0.2% while Qatar ended flat. Oman and Bahrain ended flat.
- The Organization of the Petroleum Exporting Countries (OPEC) and the Gas Exporting Countries Forum (GECF) has signed a memorandum of understanding (MoU) to strengthen cooperation in research and the sharing of best practices. (Source: Argam)
- According to Bahrain's Information and eGovernment Authority (iGA), Bahrain's national origin exports increased by 2% Y/Y to BHD 187mn (USD 496mn) during August 2019, compared with BHD 184mn (USD 488mn) for the same month last year. (Source: Zawya)
- Abu Dhabi has priced its USD 10bn (AED 36.7bn) multi-tranche international bond offering. The transaction comprised three tranches: USD 3bn (AED 11bn), 2.125%, due in 2024; USD 3bn (AED 11bn), 2.5%, due in 2029 and USD 4bn (AED 14.7bn), 3.125%, due in 2049. (Source: Trade Arabia)
- Dubai Multi Commodities Centre (DMCC) and Jebel Ali Free Zone (Jafza), a subsidiary of DP World (DPW DU), signed an agreement that will bring warehousing solutions and logistic services to member companies registered in the DMCC Free Zone. (Source: Trade Arabia)
- Target Engineering Construction Company (Target), a unit of Dubai's Arabtec Holding (ARTC UH), has been awarded a USD 75mn (AED 275mn) EPC contract by Saudi Aramco for the upgrade of a produced water disposal facility at Qatif's gas oil separation plant (GOSP-1) in Eastern Province, KSA. (Source: Arabian Business)
- The government of Sharjah's investment arm, Sharjah Asset Management, launched the Al Saja'a Industrial Village project, which includes 100 units of showrooms, warehouses and open spaces for industrial and commercial investors. (Source: Arabian Business)
- UK's Bluewater Bio secured a contract for the major upgradation of Tubli Reclaimed Water Production Centre in Bahrain. As per the deal, Bluewater Bio will act as engineering, procurement and construction (EPC) contractor and technology supplier to help more than double the plant's capacity for water reuse. (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 4 (prior: 3.1mn barrels) will be announced on October 9. (Source: Econoday)
- US jobless claims for the week ended October 5 (prior: 219K; consensus: 216K) will be announced on October 10. (Source: Econoday)
- Change in UK's Monthly GDP for August 2019 (prior: 0.3% M/M) will be announced on October 10. (Source: Econoday)



Contacts

RESEARCH & ADVISORY

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

Licensed by the Capital Market Authority to conduct all securities business activities. license Number 11153-37

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.